

the limit on how much oil Iraq can sell and making other changes to speed humanitarian deliveries. It is also said to call for revamping UNSCOM, with few details on what that means (evidently not much change is proposed). Saudi Arabia has lobbied for the plan vigorously at three meetings of the Gulf Cooperation Council and two other inter-Arab sessions. It is unusual for Saudi Arabia to be so bold at asserting leadership in the region, and even more unusual for Saudi Arabia to pursue the plan so tenaciously in the face of opposition from those in the region who want to distance themselves from the U.S.—British air strikes. Under the direction of the foreign minister, Prince Saud al-Faysal, the Saudis have successfully brought on board Egypt, which was initially skeptical.

The Saudi initiative underscores the convergence of U.S. and Saudi interests on Iraq. Although Riyadh was widely criticized in the United States for its reluctance to participate in the December air campaign, Saudi policy is in fact closely aligned with Washington's. For instance, the political commentator of the official Saudi news agency wrote, "The Iraqi people deserve and need a revolution" against "the tyrant of Baghdad," whereas in Egypt, another Arab country whose ruler Saddam attacked, the government confined itself to saying "the Iraqi leadership is primarily responsible for the Iraqi people's hardships." The reassertion of leadership in the region by Saudi Arabia, if sustained, would on many issues correspond well with U.S. interests.

Although it is unlikely that the Saudis will be able to convince enough Arab states to support their plan for the January 24 meeting of Arab League foreign ministers to endorse it openly, the United States should lend weight to the Saudi diplomatic effort. The Saudi effort focuses Arab attention on the issue most important for U.S. interests—how to relieve the suffering of the Iraqi people—rather than on the question raised by the French proposal, namely, how to water down inspections so as to win Saddam's assent.

Mr. MURKOWSKI. I will ask the administration to take a different tact to tighten, rather than loosen, the Oil-for-Food Program, to veto U.N. plans that allow Saddam to use this money to finance nonhumanitarian purchases, and to strengthen oil interdiction and inspection operations, including adopting something like the "no-fly" zone with a "no-oil" vessel zone. Only by taking these measures can the U.N. finally cripple Saddam's regime and increase energy security for all Americas.

If we cut off Saddam's oil supply, we will bring him to his knees. That is the only way it will happen.

Mr. President, I would like to take a moment to comment on the Department of the Interior's Mineral Management Service proposed oil valuation rule.

Earlier this week, speaking with regard to the Administration's FY 2000 budget, Secretary Babbitt said, "We have met, and talked, and talked, and talked," about the proposed rule. But I submit that the only talking done by MMS has been at industry and at Congress, not with them. Mr. President, the proposed rule by MMS was unfair last year and it remains unfair.

Babbitt has declared that talks are "over" and that MMS is determined to issue its rule in June, when the Congressional moratorium expires.

This is simply unconscionable. The domestic oil industry is on its knees right now. But, again, this action by Interior is symptomatic of Administration attacks on the domestic energy industry.

The federal government should work to save marginal producers, not put them out of business. Yet that is just what Interior is doing by issuing an unfair royalty rule at a time when producers can least afford it.

I would ask Secretary Babbitt the following question: How many royalties can a bankrupt industry pay? I would also ask him if this rule is truly about raising revenue, or is it another Administration scheme to drive petroleum producers out of business. After all, 100 percent of zero is zero.

For the record, Mr. President, I will be speaking to MMS and looking into this flawed royalty rule.

I yield the floor.

The PRESIDING OFFICER. The Senator from Washington is recognized for 5 minutes.

Mrs. MURRAY. Mr. President, thank you.

#### THE PRESIDENT'S FY 2000 BUDGET

Mrs. MURRAY. Mr. President, I come here today to talk about our Nation's first investment in the next century: the budget for the year 2000. I want to say how great it is that we are turning our attention to the issues that are important to America's families.

When I first came to Washington, DC, the deficit was \$290 billion. We had to make some very tough budget decisions to get the Nation's books back in balance. Now our economy is growing and it is strong. This year, the Office of Management and Budget projects a surplus to be \$79 billion. That is the biggest surplus in American history. It hasn't been easy to get to this point and we still have a lot of work to do.

Now we have to use this opportunity to make critical investments in our Nation's senior citizens and in our children. We have an obligation to ensure the dignity of the previous generation and to prepare the next generation for a successful future. The budget we have before the Senate will help us do that.

This budget keeps our commitment to save Social Security first. It will set aside more than 60 percent of the surplus to extend the solvency of the Social Security trust fund until 2055. And it takes important steps to protect older women who depend on Social Security, but must continue to work to supplement their incomes. This budget will increase their survivor's benefits after the deaths of their husbands and eliminate the earnings limitation.

This budget will strengthen Medicare and provide more stability. It also gives assistance to the elderly and disabled who need long-term care in their families by providing a \$1,000 tax credit.

We have to also make education a top priority. This budget provides des-

perately needed funds to fix our Nation's worn out schools and our overcrowded classrooms. It provides tax credits to help States and local school districts build and renovate public schools, and it continues our commitment to hiring 100,000 new and well-trained teachers. In addition, it provides flexibility at the local level for schools to ensure all children receive a quality education, and it calls for tough new accountability measures to hold schools and teachers to high standards.

This budget is by no means perfect. The funding for educating children with special needs is inadequate, and I will work to address this inequity. The Federal Government has made a commitment to meet 40 percent of the cost of educating disabled children, but we have yet to come close. As we work to improve our schools and raise our academic standards, we must not leave disabled children behind.

I know that as we go through the budget process we will have our disagreements, but I am looking forward to an open discussion of the issues and working together to accomplish a bipartisan agreement that serves the American people well.

This budget provides a real framework for action. I applaud the President's pledge to save Social Security and prepare for the challenges of a new century. Now we must move forward. The clock is ticking. It is time for us to work on the issues and the priorities of America's families.

Thank you, Mr. President. I yield the floor.

Ms. COLLINS addressed the Chair.

The PRESIDING OFFICER (Mr. BUNNING). The Senator from Maine, Ms. COLLINS, is recognized.

(The remarks of Ms. COLLINS and Mr. LEVIN pertaining to the introduction of S. 335 are located in today's RECORD under "Statements on Introduced Bills and Joint Resolutions.")

The PRESIDING OFFICER. The Senator from Georgia.

Mr. COVERDELL. Mr. President, I ask unanimous consent that the next 60 minutes of morning business be under my control.

The PRESIDING OFFICER. Without objection, it is so ordered.

#### THE PRESIDENT'S BUDGET

Mr. COVERDELL. Mr. President, the President has now given us his budget—quite a remarkable document.

I remember when the President came to speak to the joint session and said, "The era of big government is over." There was broad applause—not only in the Chamber but around the country. Now we are confronted—it is not nearly as spot oriented or media driven—but it is sort of the statement: "The era of big government is over" is over. He has taken that pronouncement and absolutely quashed it in this new budget—driven it in the ground never to be seen again. It was a 77-minute speech,